

SECOND REGULAR SESSION

HOUSE BILL NO. 1660

96TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVES HOLSMAN (Sponsor), HUMMEL, TALBOY, ATKINS, CONWAY (27), NEWMAN, KELLY (24), STILL, RIZZO, SWEARINGEN, McMANUS, TAYLOR, PIERSON, MONTECILLO, NASHEED, JONES (63), McNEIL, LOEHNER, COLONA, WYATT, ELLINGTON, LAMPE, GUERNSEY, KIRKTON, McCANN BEATTY, WEBB, McCREERY, PACE, OXFORD, LONG, MOLENDORP, MAY, CARTER, CARLSON, WALTON GRAY, ANDERS, MORGAN, SCHUPP, SMITH (71), ELLINGER, NICHOLS, TILLEY, WEBBER, SIFTON, CASEY AND HOUGH (Co-sponsors).

5531L.02I

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To amend chapter 262, RSMo, by adding thereto one new section relating to urban agricultural zones.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 262, RSMo, is amended by adding thereto one new section, to be known as section 262.900, to read as follows:

262.900. 1. As used in this section, the following terms mean:

- (1) "Agricultural products", an agricultural, horticultural, viticultural, or vegetable product, growing of grapes that will be processed into wine, bees, honey, fish or other aquacultural product, planting seed, livestock, a livestock product, a forestry product, poultry or a poultry product, either in its natural or processed state, that has been produced, processed, or otherwise had value added to it in this state;
- (2) "Blighted area", that portion of the city within which the legislative authority of such city determines that by reason of age, obsolescence, inadequate or outmoded design or physical deterioration have become economic and social liabilities, and that such conditions are conducive to ill health, transmission of disease, crime or inability to pay reasonable taxes;

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

- 12 (3) **"Domesticated animal"**, cattle, calves, sheep, swine, ratite birds including but
13 not limited to ostrich and emu, llamas, alpaca, buffalo, elk documented as obtained from
14 a legal source and not from the wild, goats, or horses, other equines, or rabbits raised in
15 confinement for human consumption;
- 16 (4) **"Grower UAZ"**, a type of UAZ:
- 17 (a) That can either grow produce, raise livestock, or produce other value added
18 agricultural products;
- 19 (b) That has up to five square feet per chicken and other birds and twenty square
20 feet per other domesticated animal;
- 21 (c) That does not exceed fifty laying hens, six hundred fifty broiler chickens, or
22 thirty domesticated animals;
- 23 (5) **"Livestock"**, cattle, calves, sheep, swine, ratite birds including but not limited
24 to ostrich and emu, aquatic products as defined in section 277.024, llamas, alpaca, buffalo,
25 elk documented as obtained from a legal source and not from the wild, goats, or horses,
26 other equines, or rabbits raised in confinement for human consumption;
- 27 (6) **"Processing UAZ"**, a type of UAZ:
- 28 (a) That processes livestock or poultry for human consumption;
- 29 (b) That meets federal processing laws and standards;
- 30 (7) **"Meat"**, any edible portion of livestock or poultry carcass or part thereof;
- 31 (8) **"Meat product"**, anything containing meat intended for or capable of use for
32 human consumption, which is derived, in whole or in part, from livestock or poultry;
- 33 (9) **"Poultry"**, any domesticated bird intended for human consumption;
- 34 (10) **"Value added agricultural products"**, any product or products that are the
35 result of:
- 36 (a) Using an agricultural product grown in this state to produce a meat or dairy
37 product in this state;
- 38 (b) A change in the physical state or form of the original agricultural product;
- 39 (c) An agricultural product grown in this state whose value has been enhanced by
40 special production methods such as organically grown products; or
- 41 (d) A physical segregation of a commodity or agricultural product grown in this
42 state that enhances its value such as identity preserved marketing systems;
- 43 (11) **"Urban agricultural zone" or "UAZ"**, a zone that contains the following
44 activities to qualify for the benefits provided under this section:
- 45 (a) Any organization or person who grows produce or other agricultural products;
- 46 (b) Any organization or person that raises livestock or poultry;
- 47 (c) Any organization or person who processes livestock or poultry;

48 (d) Any organization that sells at a minimum seventy-five percent locally grown or
49 raised (in the UAZ county or adjoining county) food;

50 (12) "Vending UAZ", a type of UAZ:

51 (a) That sells produce, meat, or value added agricultural goods produced in the
52 UAZ's county or adjoining county;

53 (b) That applies to the department of agriculture for an UAZ vendor license;

54 (c) That is able to accept SNAP as a form of payment.

55 2. (1) A person or organization shall submit to and be approved by a municipality
56 with a population of at least five thousand people an application to develop an UAZ on a
57 blighted area of land. Such application shall contain the following:

58 (a) Shall demonstrate or identify on the application:

59 a. If the person or organization is a grower UAZ, processing UAZ, vending UAZ,
60 or a combination of all three types of UAZs provided in this paragraph, in which case the
61 person or organization shall meet the requirements of each type of UAZ in order to
62 qualify;

63 b. The number of jobs to be created;

64 c. The types of products to be produced (i.e. produce, value added agriculture
65 products, livestock/domesticated animal);

66 d. If applying for a vending UAZ, the ability to accept SNAP if selling products to
67 consumers;

68 (b) A plan for educational opportunities. The UAZ shall offer internal resources
69 to provide at least one educational opportunity per month to local school districts.

70 (2) Approval of the UAZ by such municipality shall be reviewed five and ten years
71 after the development of the UAZ. After twenty-five years, the UAZ shall dissolve.

72 3. Once the requirements of this section have been complied with, the real property
73 of the UAZ shall not be subject to assessment or payment of ad valorem taxes on real
74 property imposed by the cities affected by this section, or by the state or any political
75 subdivision thereof, for a period of ten years at which time the property shall then be
76 reassessed. The UAZ shall then pay fifty percent of the assessed value for the next fifteen
77 years.

78 4. A grower UAZ shall pay wholesale for the cost of water consumed on the UAZ.
79 The grower UAZ shall pay fifty percent of the standard cost to hook the water source.

80 5. (1) Any sales tax revenues received from the sale of products sold in the UAZ,
81 excluding sales taxes that are constitutionally dedicated, taxes deposited to the school
82 district trust fund in accordance with section 144.701, sales and use taxes on motor
83 vehicles, trailers, boats, and outboard motors, and future sales taxes earmarked by law,

84 shall be deposited in the urban agricultural zone fund established in subdivision (2) of this
85 subsection. School districts may apply to the state treasurer for money in the fund to be
86 used for the development of gardens on school property.

87 (2) There is hereby created in the state treasury the "Urban Agricultural Zone
88 Fund", which shall consist of money collected under subdivision (1) of this subsection. The
89 state treasurer shall be custodian of the fund. In accordance with sections 30.170 and
90 30.180, the state treasurer may approve disbursements. The fund shall be a dedicated fund
91 and, upon appropriation, money in the fund shall be used solely for the administration of
92 subdivision (1) of this subsection. Notwithstanding the provisions of section 33.080 to the
93 contrary, any moneys remaining in the fund at the end of the biennium shall not revert to
94 the credit of the general revenue fund. The state treasurer shall invest moneys in the fund
95 in the same manner as other funds are invested. Any interest and moneys earned on such
96 investments shall be credited to the fund.

97 6. The provisions in this section shall supercede any local ordinances to the
98 contrary.

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